PSD/NSR Minor Source Interface Rule Draft Walkthrough

NSR Retooling Team April 29, 2004

Wisconsin Department of Natural Resources

Attack Interface by Program

- Clean Units
- Pollution Control Projects
- Plant-wide Applicability Limits
- Applicability Test

Clean Units

- Exempt from minor NSR if:
 - Modeling does not show violation of air standard or increment
 - Does not trigger a requirement under 111 or 112
- Modification, if not exempt under 406.04(4) makes unit modified under other regulations
- Documented using minor revision process
- \$2,700 for comparable to BACT/LAER
- \$700 if modeling required
- No fee for BACT/LAER Clean Unit Status

Pollution Control Projects

- Exempt from minor NSR if:
 - Modeling does not show violation of air standard or increment
 - Does not trigger a requirement under 111 or 112
 - The project is listed in 405.02(24m)(a) to (f)
- Modification does not make unit modified under other regulations
- Unless not otherwise exempt under NR 406, documented using minor revision process
- \$2,300 for review on unlisted projects
- \$700 if modeling required

Plant-wide Applicability Limits

- Modifications under PAL exempt from minor NSR if:
 - Modeling does not show violation of air standard or increment
 - Does not trigger a requirement under 111 or 112
 - Modification is not significant new or replacement unit
- Modification, if not exempt under 406.04(4) makes unit modified under other regulations
- Documented using minor revision process if:
 - Change to existing equipment insignificant otherwise significant revision
 - New or replacement unit insignificant, else minor NSR applies unless otherwise exempt, then significant

Fees for PALs

- Establishment of PAL
 - \$10,150 attainment area
 - (\$8,000 base + \$2,150 synthetic minor condition)
 - \$12, 850 nonattainment area, PAL for NAA pol
 - (\$8,000 base + \$2,150 syn min + \$2,700 BACT)
- \$2,300 modifications reviewed under 406
- \$1,100 those modifications exempt from 406 but are not minor revisions
- \$700 modeling, if applicable

Applicability Test

- Exempt from minor NSR if:
 - Modeling does not show violation of air standard or increment
 - Does not trigger a requirement under 111 or 112
- Modification, if not exempt under 406.04(4) makes unit modified under other regulations
- Documented using minor revision process
- \$2,300 for exemption determination

Fee Comparison in Region 5

- All States in Region 5 agree that fees are necessary to support NSR reform work
- All States in Region 5 using structure of existing NSR program funding to base fee
- However, Region consists of many different fruits, thus apple to apple comparison difficult

Delegated States

Minnesota

- NSR funded through emissions fees and grants
- No cap on emission fees
 - Found that PAL is highly resource intensive

Michigan

- NSR funded through emissions fees, grants and other general purpose revenue
- Believe additional fees would be necessary but wrong time to ask for fees to cover exemptions
- Limited experience, but fund as mentioned

Illinois

- Just received authorization to fund NSR using program revenue
- Will use to fund exemptions
- Currently using emission fees, grants and general purpose revenue

SIP States

- Ohio
 - Just beginning work on NSR rule
 - Expect to fund using existing NSR fee structure
 - NSR supported by program revenue

SIP States - 2

- Indiana
 - Seeking adoption of NSR changes in June
 - Rule includes fees for NSR reform tools
 - Clean Units
 - \$3,000 2-5 Units
 - \$6,000 6-10
 - \$10,000 10+
 - PALs
 - \$40 per ton up to \$40,000, per pollutant
 - Modeling \$700
 - Listed PCPs no charge, Unlisted NSR fee